

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**CORRECTED  
FISCAL NOTE**

**SB 1060 - HB 1152**

March 22, 2015

**SUMMARY OF BILL:** Requires airport authority in Davidson County to assess fees on ground transportation service providers in a manner that is free from unjust discrimination, undue preferences, or advantages based solely on a vendor's commercial use of the airport facilities; airport fees may be increased by 1) the cumulative rate of inflation since the last time fees were raised, 2) by an amount agreed upon by the ground transportation service providers affected, or 3) by an amount approved by a two-thirds majority of the governing body of the municipality, provided that notice was given to all affected service providers prior to the vote.

**ESTIMATED FISCAL IMPACT:**

On March 11, 2015 a fiscal note was issued for this bill with the following estimated fiscal impact:

*Other Fiscal Impact – No impact to state or local government. However, this bill will result in a recurring decrease in revenue to the Metro Nashville Airport Authority of \$506,700.*

Presented more directly, the estimated fiscal impact is:

**(CORRECTED)**

**Decrease Local Revenue - \$506,700/Metro Nashville Airport Authority**

Assumptions:

- This bill is not relevant to state operations.
- The Metro Nashville Airport Authority (MNAA) will be impacted by the provisions of this bill.
- Based on information from the Metropolitan Nashville Airport Authority, the average rate charged by off airport parking providers is \$5.57 per trip, and the average rate charged by hotel-motel transit providers is \$1.30; a net difference of \$4.27.
- There were 118,674 trips made to the airport in 2014 by off-airport parking providers.
- Based on information provided by the MNAA, the requirements of this bill would force the MNAA to charge all ground transport providers the hotel-motel rate, resulting in a recurring decrease in revenue to the MNAA of \$506,738 (118,674 x \$4.27).

**CERTIFICATION:**

**SB 1060 - HB 1152 (CORRECTED)**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in dark ink, reading "Jeffrey L. Spalding". The signature is written in a cursive, flowing style with a large initial 'J' and 'S'.

Jeffrey L. Spalding, Executive Director

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